

TAB

SECRETATTACHMENT 2

25X1

COST COMPARISON--

1. A cost comparison for each area division is appended. For clarity, the comparison for the FE Division has detailed references to the source of fundamentals and derivation of values for each item. Comparisons under [] in all other divisions are similarly computed.

25X1

25X1

2. Due to the standardized cost factors of the [] the cost difference in each comparison will vary only as the temporary lodging use rates. Results are summarized:

<u>Area Division</u>		<u>Increased Cost to Provide Agency-owned Furnishings</u>
a.	FE	112.0
b.	EE	115.4
c.	WE	106.6
d.	WE	115.4
e.	EE	117.7
f.	AF	120.8
		689.3

Average percent for Agency (689.3 divided by 6) = 114.9

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GROUP 1
Excluded from automatic
downgrading and
declassification

SECRETPAC EAST DIVISION

	<u>Provide Agency- Owned Furnishings</u>	<u>Ship Employee's Furnishings</u>
COST OF FURNISHINGS	\$1,600.00	0
Furnishings allowance is \$4,000		
Life of furnishings is 5 years		
Cost per year is 1/5 of \$4,000 =		
\$800 x 2 year tour = \$1,600		
TRANSPORTATION OF EMPLOYEE'S EFFECTS ROUND TRIP	\$2,624.00	\$2,624.00
Cost factor from paragraph 3, Tab I, is \$3,200. From para- graph 4, Tab I, transportation cost one way is 41 percent of cost factor. \$3,200 x .41 = \$1,312 x 2 (round trip) = \$2,624		
STORAGE OF EMPLOYEE'S EFFECTS	\$45.00	\$45.00
This is the average cost per [] regardless of whether limited or full shipment is authorized.		
COST OF MAINTENANCE AND SERVICE FOR AGENCY-OWNED FURNISHINGS	\$1,200.00	0
From paragraph 8b, Tab F, 15 per- cent per year of \$4,000 furnish- ings allowance is \$600 x 2 year tour = \$1,200		
OVERHEAD COST	\$400.00	0
From paragraph 11, Tab F, 10 per- cent per year of \$4,000 furnish- ings allowance is \$400 x 2 year tour = \$800		
TEMPORARY LODGING	\$245.00*	\$245.00*
Paragraph 4, Tab E, the average days used are 12 at \$20.39 = \$244.68		
	\$6,814.00	\$3,214.00

Difference: \$3,600.00

Cost to provide Agency-owned furnishings is 112.0 percent greater.

*Figure for 1963 not available; 1962 figure used.

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SECRET**EASTERN EUROPE DIVISION**

	<u>Provide Agency- Owned Furnishings</u>	<u>Ship Employee's Furnishings</u>
COST OF FURNISHINGS	\$1,500.00	0
TRANSPORTATION OF EMPLOYEE'S EFFECTS ROUND TRIP	2,624.00	\$2,624.00
STORAGE OF EMPLOYEE'S EFFECTS	345.00	345.00
COST OF MAINTENANCE AND SERVICE FOR AGENCY-OWNED FURNISHINGS	1,200.00	0
OVERHEAD COST	500.00	0
TEMPORARY LODGING	148.00	148.00
	<hr/> \$6,717.00	<hr/> \$3,117.00

Difference: \$3,600.00

Cost to provide Agency-owned furnishings is 115.4 percent greater.

WESTERN HEMISPHERE DIVISION

	<u>Provide Agency- Owned Furnishings</u>	<u>Ship Employee's Furnishings</u>
COST OF FURNISHINGS	\$1,500.00	0
TRANSPORTATION OF EMPLOYEE'S EFFECTS ROUND TRIP	2,624.00	\$2,624.00
STORAGE OF EMPLOYEE'S EFFECTS	345.00	345.00
COST OF MAINTENANCE AND SERVICE FOR AGENCY-OWNED FURNISHINGS	1,200.00	0
OVERHEAD COST	500.00	0
TEMPORARY LODGING	364.00	364.00
	<hr/> \$6,933.00	<hr/> \$3,333.00

Difference: \$3,600.00

Cost to provide Agency-owned furnishings is 108.0 percent greater.

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SECRETWESTERN EUROPE DIVISION

	<u>Provide Agency- Owned Furnishings</u>	<u>Ship Employee's Furnishings</u>
COST OF FURNISHINGS	\$1,600.00	0
TRANSPORTATION OF EMPLOYEE'S EFFECTS ROUND TRIP	2,624.00	\$2,624.00
STORAGE OF EMPLOYEE'S EFFECTS	345.00	345.00
COST OF MAINTENANCE AND SERVICE FOR AGENCY-OWNED FURNISHINGS	1,200.00	0
OVERHEAD COST	800.00	0
TEMPORARY LODGING	148.00	148.00
	<hr/> \$6,717.00	<hr/> \$3,117.00

Difference: \$3,600.00

Cost to provide Agency-owned furnishings is 115.4 percent greater.

NEAR EAST DIVISION

	<u>Provide Agency- Owned Furnishings</u>	<u>Ship Employee's Furnishings</u>
COST OF FURNISHINGS	\$1,600.00	0
TRANSPORTATION OF EMPLOYEE'S EFFECTS ROUND TRIP	2,624.00	\$2,624.00
STORAGE OF EMPLOYEE'S EFFECTS	345.00	345.00
COST OF MAINTENANCE AND SERVICE FOR AGENCY-OWNED FURNISHINGS	1,200.00	0
OVERHEAD COST	800.00	0
TEMPORARY LODGING	89.00	89.00
	<hr/> \$6,658.00	<hr/> \$3,058.00

Difference: \$3,600.00

Cost to provide Agency-owned furnishings is 117.7 percent greater.

SECRET

SECRETAFRICA DIVISION

	<u>Provide Agency- Owned Furnishings</u>	<u>Ship Employee's Furnishings</u>
COST OF FURNISHINGS	\$1,600.00	0
TRANSPORTATION OF EMPLOYEE'S EFFECTS ROUND TRIP	2,624.00	\$2,624.00
STORAGE OF EMPLOYEE'S EFFECTS	\$45.00	\$45.00
COST OF MAINTENANCE AND SERVICE FOR AGENCY-OWNED FURNISHINGS	1,200.00	0
OVERHEAD COST	800.00	0
TEMPORARY LODGING	10.00*	10.00*
	<hr/> \$6,579.00	<hr/> \$2,979.00

Difference: \$3,600.00

Cost to provide Agency-owned furnishings is 120.8 percent greater.

*Figure for 1963 not available--1962 figure used.

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